

FISCAL NOTE

HB 387 - SB 986

February 25, 2005

SUMMARY OF BILL: Requires that lessees of outdoor advertising locations, acquired by eminent domain and which cannot be relocated to another site on the same parcel of property, be justly compensated for any leasehold interest and bundle of rights associated with such leasehold.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Exceeds \$100,000/Highway Fund

Other Fiscal Impact – To the extent this legislation applies to situations where local governments exercise their right of eminent domain, local government expenditures could increase as well. This amount is estimated to be not significant.

Assumptions:

- Proof of value is determined upon any valuation method or process commonly used in the outdoor advertising industry.
- This bill would require additional payments if site taken by eminent domain is more economically desirable than the site to which the device would be relocated.
- Fiscal impact is dependent on the number of outdoor advertising locations taken by eminent domain.
- Increase to state expenditures is estimated to exceed \$100,000 per year.
- To the extent this legislation applies to situations where local governments exercise their right of eminent domain, local government expenditures could increase as well. This amount is estimated to be not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



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